

## Message Text

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73

ACTION INR-05

INFO OCT-01 ARA-06 ISO-00 FEA-01 AEC-05 AID-05 CEA-01

CIAE-00 CIEP-01 COME-00 DODE-00 EB-04 FPC-01 H-01

INT-05 L-01 NSAE-00 NSC-05 OMB-01 PM-03 RSC-01 SAM-01

OES-02 SP-02 SS-15 STR-01 TRSE-00 FRB-01 AGR-05 SWF-01

XMB-02 OPIC-03 LAB-01 SIL-01 /082 W

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R 051629Z NOV 74

FM AMEMBASSY CARACAS

TO SECSTATE WASHDC 6516

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EO 11652 NA

TAGS: EFIN EGEN ENRG PINR VE

SUBJ: INVESTMENT OF PETROLEUM REVENUES VENEZUELAN  
INVESTMENT FUND

REF A STATE 235349; CARACAS 10675

1. CARACAS 10675 AND FOLLOWING PROVIDE CURRENT INFO ON  
STATUS OF VENEZUELAN INVESTMENT FUND. EMBASSY  
ENDEAVORING TO OBTAIN  
INFO ON REMAINING QUESTIONS  
POSED IN STATE REF REGARDING "BILATERAL ASSISTANCE" IT WOULD  
BE HELPFUL IF CONFIRMATIONS COULD BE OBTAINED ALSO FROM  
POSTS IN PROSPECTIVE RECIPIENT COUNTRIES.

2. ON NOV 1 THIRD GENERAL ASSEMBLY OF VENEZUELAN  
INVESTMENT FUND APPROVED FOLLOWING GENERAL GUIDELINES  
AND CRITERIA FOR INVESTMENT:

A. DIVERSIFICATION OF ECONOMY THROUGH PROMOTING AND  
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FINANCING (FOREIGN EXCHANGE COSTS) LARGE PROJECTS IN THE

AREAS OF HYDROCARBONS, ENERGY, PETROCHEMICALS, METALLURGY,  
MINING, SHIPPING AND INTERNATIONAL TRANSPORT.

B. PROJECTS MUST GUARANTEE ACCEPTABLE RETURN,  
CONTRIBUTE TO BETTER DISTRIBUTION OF INCOME, PROVIDE  
EMPLOYMENT, PROMOTE TECHNOLOGICAL INDEPENDENCE, AND  
FALL WITHIN GENERAL PLANS OF CORDIPLAN(NATIONAL  
PLANNING OFFICE).

C. FUND IS PERMITTED TO COMBINE WITH OTHER PUBLIC  
FINANCING IN FINANCING AGRICULTURAL AND INDUSTRIAL  
PROJECTS. FUNDS CONTRIBUTION PER PROJECT MUST EXCEED  
BS 20 MILLION FOR AGRICULTURAL PROJECTS AND BS 50 MILLION  
FOR MANUFACTURING PROJECTS.

D. FUND IS PERMITTED TO FINANCE PROJECTS FOR WHICH  
THERE IS NO ALTERNATIVE PUBLIC OR PRIVATE  
SOURCE; HOWEVER, SUCH FINANCING MAY NOT RPT NOT  
BE USED FOR PHYSICAL INFRASTRUCTURE, WORKING CAPITAL,  
PRE-INVESTMENT EXPENDITURES OR CURRENT OPERATING  
EXPENSE.

E. UNDER EXCEPTIONAL CIRCUMSTANCES FUND MAY MAKE  
DIRECT INVESTMENT IN PROJECTS IN WHICH IT HAS MAJORITY  
OWNERSHIP.

F. INVESTMENT ABROAD BY FUND MUST SUPPORT VENEZUELAN  
INTERNAL OR EXTERNAL COMMERCIAL POLICY.

G. FUND MAY NOT RPT NOT INVEST MORE THAN  
5PERCENT OF ITS TOTAL RESOURCES AT ANY ONE TIME.

H. FUND MUST MAINTAIN 15PERCENT OF ITS TOTAL RESOURCES  
IN IMMEDIATELY LIQUID ASSETS.  
MCCLINTOCK

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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** PETROLEUM, ECONOMIC DEVELOPMENT, INVESTMENT PROGRAMS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 05 NOV 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** MorefiRH  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974CARACA10927  
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**Document Unique ID:** 00  
**Drafter:** n/a  
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**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D740317-0910  
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**Office:** ACTION INR  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
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**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
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**Review Action:** RELEASED, APPROVED  
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**Review Comment:** n/a  
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**Review Date:** 23 SEP 2002  
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**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** INVESTMENT OF PETROLEUM REVENUES VENEZUELAN INVESTMENT FUND  
**TAGS:** EFIN, EGEN, ENRG, PINR, VE  
**To:** STATE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005